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9 **BEFORE THE**
CALIFORNIA BOARD OF ACCOUNTANCY
10 **DEPARTMENT OF CONSUMER AFFAIRS**
11 **STATE OF CALIFORNIA**

12 In the Matter of the Accusation Against,

Case No. AC-2009-19

13 **CHOI, DOW, IAN, HONG & LEE, CPA'S, A**
14 **PROFESSIONAL CORPORATION**
3435 Wilshire Blvd., Suite #1700
15 Los Angeles, CA 90011

ACCUSATION

16 Certified Public Accountancy Corporation Certificate No.
COR 4132

17 Respondent.
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19 Complainant alleges:

20 **PARTIES**

21 1. Patti Bowers (Complainant) brings this Accusation solely in her official capacity as
22 the Executive Officer of the California Board of Accountancy, Department of Consumer Affairs.

23 **Corporation Certificate**

24 2. On or about March 2, 1995, the California Board of Accountancy (Board) issued
25 Certified Public Accountancy Corporation Certificate No. COR 4132 to Choi, Dow, Ian, Hong &
26 Lee, CPA's, a Professional Corporation (Respondent). The Certified Public Accountancy
27 Corporation Certificate was due to expire on March 31, 2009. Prior thereto, the corporation was
28 dissolved, and Certificate No. COR 4132 was cancelled on January 2, 2009.

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1 7. Section 5070.7 states, in pertinent part:

2 "(a) A permit that is not renewed within five years following its expiration may not be
3 renewed, restored, or reinstated thereafter, and the certificate of the holder of the permit shall be
4 canceled immediately upon expiration of the five-year period, . . .

5 "(b) A partnership or corporation whose certificate has been canceled by operation of this
6 section may obtain a new certificate and permit only if it again meets the requirements set forth in
7 this chapter relating to registration and pays the registration fee and initial permit fee. . . ."

8 8. Section 5100 states:

9 "After notice and hearing the board may revoke, suspend, or refuse to renew any permit or
10 certificate granted under Article 4 (commencing with Section 5070) and Article 5 (commencing
11 with Section 5080), or may censure the holder of that permit or certificate for unprofessional
12 conduct that includes, but is not limited to, one or any combination of the following causes:

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14 "(g) Willful violation of this chapter or any rule or regulation promulgated by the board
15 under the authority granted under this chapter.

16

17 "(h) Suspension or revocation of the right to practice before any governmental body or
18 agency.

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20 "(i) The imposition of any discipline, penalty, or sanction on a registered public
21 accounting firm or any associated person of such firm, or both, or on any other holder of a permit,
22 certificate, license, or other authority to practice in this state, by the Public Company Accounting
23 Oversight Board or the United States Securities and Exchange Commission, or their designees
24 under the Sarbanes-Oxley Act of 2002 or other federal legislation. . . ."

25 9. Corporations Code section 1903 states, in pertinent part:

26 "(b) When a voluntary proceeding for winding up has commenced, the board shall
27 continue to act as a board and shall have full powers to wind up and settle its affairs, both before
28 and after the filing of the certificate of dissolution. . . ."

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1 **SECOND CAUSE FOR DISCIPLINE**

2 **(Discipline Imposed Against Licensee)**

3 19. Respondent is subject to disciplinary action under section 5100, subdivision (l), on
4 the grounds of unprofessional conduct, in that on or about July 29, 2008, the SEC under the
5 Sarbanes-Oxley Act of 2002 imposed discipline, penalty, or sanction on Respondent.
6 Complainant refers to and by this reference incorporates the allegations set forth above in
7 paragraphs 18 - 22, inclusive, as though set forth fully.

8 **THIRD CAUSE FOR DISCIPLINE**

9 **(Failure to Report SEC Action)**

10 20. Respondent is subject to disciplinary action under sections 5100, subdivision (g), and
11 5063, subdivision (b)(3), on the grounds of unprofessional conduct, in that Respondent failed to
12 report to the Board the occurrence of the SEC instituting administrative proceedings against it on
13 or about September 13, 2007, under Administrative Proceeding File No. 3-12790. Complainant
14 refers to and by this reference incorporates the allegations set forth above in paragraphs 18 - 23,
15 inclusive, as though set forth fully.

16 **FOURTH CAUSE FOR DISCIPLINE**

17 **(Failure to Report SEC Disciplinary Order)**

18 21. Respondent is subject to disciplinary action under sections 5100, subdivision (g), and
19 5063, subdivision (a)(3), on the grounds of unprofessional conduct, in that Respondent failed to
20 report to the Board the SEC's imposition of discipline against Respondent on or about July 29,
21 2008, SEC Accounting and Auditing Enforcement Release No. 2849, Administrative Proceeding
22 File No. 3-12790. Complainant refers to and by this reference incorporates the allegations set
23 forth above in paragraphs 18 - 24, inclusive, as though set forth fully.

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1 PRAYER

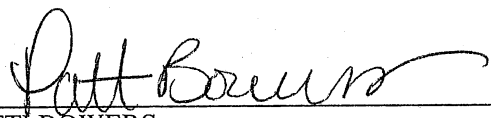
2 WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged,
3 and that following the hearing, the California Board of Accountancy issue a decision:

4 1. Revoking or suspending or otherwise imposing discipline upon Certified Public
5 Accountancy Corporation Certificate No. COR 4132, issued to Choi, Dow, Ian, Hong & Lee,
6 CPA's, A Professional Corporation;

7 2. Ordering Respondent to pay the California Board of Accountancy the reasonable
8 costs of the investigation and enforcement of this case, pursuant to Business and Professions
9 Code section 5107;

10 3. Taking such other and further action as deemed necessary and proper.

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13 DATED: September 22, 2009


PATTI BOWERS
Executive Officer
California Board of Accountancy
Department of Consumer Affairs
State of California
Complainant

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